THE SENATE THIRTY-SECOND LEGISLATURE, 2024 STATE OF HAWAII

S.B. NO. 2900

JAN 1 9 2024

## A BILL FOR AN ACT

RELATED TO VEHICLES.

## BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF HAWAII:

1 SECTION 1. The legislature finds that over the past five 2 years, the rideshare industry has experienced substantial growth nationally and in Hawaii, transforming the way people commute 3 and navigate. This paradigm shift is evident in cities like 4 5 Boston, where the sheer volume of rideshare rides reached a staggering \$45,000,000 in 2022 alone. As ridesharing continues 6 7 to grow, its impact is felt more and more in Hawaii's 8 communities, and on its roads. In Hawaii, a state heavily 9 reliant on tourism, rideshare services are often utilized by 10 visitors. Visitors and rideshare platforms should contribute 11 more to address the infrastructure and road safety issues they 12 exacerbate and help alleviate the burden on local residents of 13 improving and maintaining roads and infrastructure.

14 The legislature further finds that implementing a fee has 15 been successful for funding infrastructure in other states like 16 Minnesota. Hawaii has the potential to create a self-sustaining 17 model where those benefiting the most from rideshare services



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contribute directly to the maintenance and enhancement of the
 transportation infrastructure they utilize. This approach not
 only aligns with broader initiatives to promote responsible
 tourism, but also represents a responsible means of addressing
 the evolving challenges posed by the proliferation of rideshare
 services in the State.

7 The purpose of this Act is to implement a twenty-five cent
8 fee on each rideshare ride, to be used on infrastructure
9 enhancements.

10 SECTION 2. Chapter 279G, Hawaii Revised Statutes, is
11 amended by adding a new section to be appropriately designated
12 and to read as follows:

13 "<u>§279G-</u><u>Rideshare fee.</u> (a) There is levied and shall
14 be assessed and collected a rideshare fee of twenty-five cents
15 on each ride originated through a rideshare application. The
16 rideshare fee shall be levied upon the rider.

17 (b) Each rideshare platform shall collect and remit the
18 required rideshare fees to the department of taxation.

19 (c) All fees collected under this section shall be
20 deposited in the state highway fund."

21 SECTION 3. New statutory material is underscored.



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1 SECTION 4. This Act shall take effect upon its approval.

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INTRODUCED BY:



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Report Title:

Ridesharing Arrangements; State Highway Fund; Fee

**Description:** Establishes a ridesharing fee. Deposits taxes collected into the State Highway Fund.

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